



State of Utah

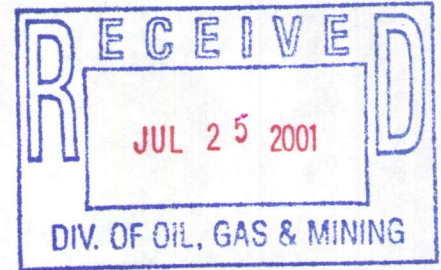
School and Institutional
TRUST LANDS ADMINISTRATION

Michael O. Leavitt
Governor

David T. Terry
Director

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Salt Lake City, Utah 84102-2818
801-538-5100
801-355-0922 (Fax)
<http://www.trustlands.com>

July 23, 2001



Mr. Dan Johnson, Manager
Zions Bank, Blanding Branch
11 East Center Street
Blanding, UT 84511

RE: Jerry Holliday Construction
CD #566-8000-50-7 (Originally First Western Nat. Bank CD#2001156335)
Mineral Lease ML 45960-BSLS
DOGM Permit # M/037/081

Dear Mr. Johnson,

Time CD _____ was originally issued by First Western National Bank in the principal amount of \$21,500.00. The CD was submitted to the Utah Division of State Lands & Forestry on June 13, 1994, as a bond by Jerry Holliday Construction for Lessee's operations under state mineral lease ML 45960. The Utah Division of State Lands & Forestry is succeeded by the School and Institutional Trust Lands Administration. I understand that when First Western National Bank merged with Zions Bank the CD account was converted to CD

On July 11, 2001, the Director of the School and Institutional Trust Lands Administration released all right, title and interest of the agency in the above numbered time CD conditional upon Jerry Holliday Construction posting a replacement bond with the Utah Division of Oil, Gas & Mining, 1594 West North Temple, Suite 1210, Salt Lake City, UT 84114 for mined land reclamation of the lands under mineral lease ML 45960-BSLS. I am herewith enclosing our copy of the original time CD with the Director's endorsement. The CD may now be reissued for the benefit of the Division of Oil, Gas & Mining.

If you have any questions please call me at (801) 538-5152.

Sincerely,

John T. Blake
Mineral Resources Specialist

CC: Wayne Hedberg